GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Agriculture & Cooperation Department – Government Guarantee for availing of fresh loan of Rs.1800.00 Crores (in addition to the Rs.3200 Crore loan under process) to Andhra Pradesh State Cooperative Marketing Federation Ltd. (AP MARKFED) for procurement of Paddy during KMS 2024-25 in the State from the Working Capital Assistance under direct funding of NCDC and also permission for waiver of Government Guarantee Commission – Orders – Issued.

AGRICULTURE & COOPERATION (MKTG-III) DEPARTMENT

G.O.MS.No. 93 **Dated: 26-10-2024**

Read the following:

1. G.O.Ms.No.8 , CA, F & CS (CS.I) Department, Dated:15.07.2024.
2. G.O.Ms.No.37 , Agri & Coop (MKTG.III) Department, Dated:19.07.2024.
3. From the Civil Supplies Dept., eFile No. FCS51-12021/1/2023-Fin Sec-APSCSCL(Comp.No.1985125), dated:09.10.2024.

ORDER:

In the G.O. 1st read above, Government have issued orders appointing Andhra Pradesh State Cooperative Marketing Federation Ltd. (AP Markfed) as an additional agency for paddy procurement for the ensuing KMS 2024-25 in all Districts in the State to assist the A.P. State Civil Supplies Corporation Ltd., subject to the procurement being done at no additional cost to that currently being incurred.

2. In the reference 2nd read above, Government have extended Guarantee for availing of fresh loan of Rs.3200.00 Crores (Rupees Three Thousand Two Hundred Crore Only) to AP Markfed for procurement of Paddy in the State with Andhra Pradesh State Civil Supplies Corporation Limited, being additional procurement agency as working capital assistance under direct funding of National Cooperative Development Corporation (NCDC) and transfer the same as inter-corporate loan to Andhra Pradesh State Civil Supplies Corporation Limited in order to utilize the said amount for making paddy farmer payments for KMS 2024-25 also permits waiver of Government Guarantee Commission.

3. In the reference 3rd read above, the Civil Supplies Dept., have requested the Government for extending the guarantee for Rs.1800 Crores to AP Markfed in addition to the Rs.3200 Crore loan under process and to transfer the same to APSCSCL as an inter-corporate loan to meet the working capital requirement for Paddy Procurement operations for the ensuing KMS 2024-25.

(P.T.O)

4. Government after careful examination of the proposal hereby extends Government Guarantee for availing of fresh loan of Rs.1800.00 Crores (Rupees One Thousand Eight Hundred Crore Only) in addition to the Rs.3200 Crore loan to AP Markfed for procurement of Paddy in the State with Andhra Pradesh State Civil Supplies Corporation Limited, being additional procurement agency as working capital assistance under direct funding of National Cooperative Development Corporation (NCDC) and transfer the same as inter-corporate loan to Andhra Pradesh State Civil Supplies Corporation Limited in order to utilize the said amount for making paddy farmer payments for KMS 2024-25 also permits waiver of Government Guarantee Commission, subject to the following conditions:-

i) Government may be intimated to get the best loan rate @1 month MCLR.

ii) Loan servicing (including Principal and interest) shall be done by AP MARKFED.

iii) No Budgetary support will be extended.

5. The Managing Director, Andhra Pradesh State Cooperative Marketing Federation Ltd., Vijayawada shall take necessary action in the matter.

6. This order issues with the concurrence of Finance (C&DM) Department vide their Fin. U.O. No. FIN01-BUGT0BH/9/2024 - CDM (C.No.2581868), Dt:09.10.2024.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

B RAJSEKHAR
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Managing Director, AP Markfed, Vijayawada.
Copy to:
The Consumer Affairs, Food & Civil Supplies (CS.I) Dept., A.P. Secretariat.
The Finance (C&DM) Department, A.P. Secretariat.
The General Administration(Cabinet) Department(w.r.t U.O.No.210/2024)
The Commissioner for Cooperation & Registrar of Coop. Societies, AP Guntur.
The P.S to Secretary to CM, CMO, A.P. Secretariat.
The PS to Hon'ble Minister for Agri. & Coop., A.P. Secretariat.
The P.S to Spl Chief Secy. to Govt. (AM&C), Agril. & Coop. Dept., A.P. Secretariat.
Sf/Sc.

//FORWARDED::BY::ORDER//

SECTION OFFICER